UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

KARAM PRASAD LLC d/b/a/ BISHOP OF SEVENTH, a New York limited liability company,

Plaintiff,

- against -

CACHE, INC., a Florida corporation,

Defendant.

Case No. **07** CV **5785** (PAC) (JCF)

AMENDED COMPLAINT

A JURY TRIAL IS DEMANDED FOR ANY AND ALL ISSUES HEREIN THAT ARE TRIABLE OF RIGHT BY JURY.

Plaintiff, Karam Prasad LLC d/b/a/ Bishop of Seventh, as and for its Amended Complaint herein, upon information and belief, hereby states and alleges as follows:

PARTIES

- 1. Plaintiff, Karam Prasad LLC, is a New York limited liability company, doing business as Bishop of Seventh, with a place of business at 147 W. 35th St., Ste. 1801, New York, NY 10001-2110.
- 2. Defendant, Cache, Inc., is a Florida corporation with a principal place of business at 1440 Broadway, Fl. 5, New York, NY 10018-2385.

JURISDICTION AND VENUE

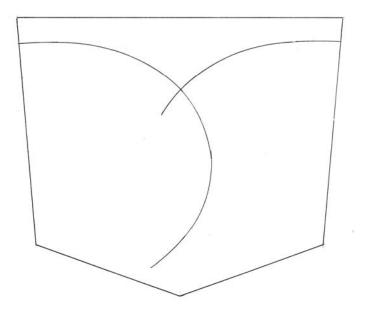
- 3. This is an action for trademark and trade dress infringement and unfair competition arising the Federal Trademark Act of July 5, 1946, 15 U.S.C. § 1051, et seq. as amended, and under New York statutory and common law.
- 4. This court has original and supplemental jurisdiction under 15 U.S.C. § 1121(a) and 28 U.S.C. §§ 1331 and 1338(b) in that these claims are brought to determine

a question of actual controversy between the parties arising under the trademark and unfair competition laws of the United States, and claims of unfair competition under New York law are joined with substantial and related claims under the Trademark Act.

5. Venue is proper in this court pursuant to 28 U.S.C. § 1391(b)(1) and (2).

FACTUAL BACKGROUND

- 6. Plaintiff was formed in December 2003. Plaintiff's principals--Karam Kim and Chachi Prasad-- are fashion designers having previous experience with Calvin Klein and Oscar De la Renta and other well-known fashion designers.
- 7. Plaintiff creates, manufactures, and markets designer clothing, including jeans, sold through fashionable department stores and high-end boutiques such as Nordstrom and Wynn Las Vegas. Plaintiff's jeans are sold at retail at a price range of two hundred to three hundred forty dollars (\$\$200-340).
- 8. After carefully researching brands and logos in the denim market, Plaintiff created an original design, shown below within the outline of a rear pocket, as a trademark to identify and distinguish its line of designer jeans:



- 9. Plaintiff's trademark, depicted above, is stitched into both back pockets of its jeans. A photograph of Plaintiff's jean design is shown at attached Exhibit A. This pocket stitching acts as Plaintiff's signature and is known to customers and in the trade as its distinguishing trademark. (Herein, the "signature" trademark.)
- 10. Plaintiff adopted and used its signature trademark before the acts complained of herein by Defendant. More particularly, Plaintiff used its trademark at least as early as September 2004, and continues to use its mark in commerce.
- 11. In conjunction with its signature trademark, Plaintiff uses a composite trademark consisting of the signature trademark with crystals inlaid in a besom pocket above the signature trademark. (Herein, the "composite" trademark.) This composite trademark is also shown in Exhibit A. Plaintiff used its composite trademark before the acts complained of herein by Defendant.
- 12. Plaintiff's signature and composite trademarks are inherently distinctive. Through use and promotion thereof, Plaintiff's trademarks have become an intrinsic and essential part of the valuable goodwill and property of Plaintiff.
- 13. In addition to its trademarks, Plaintiff also adopted and uses a trade dress for its jeans that is non-functional and uniquely identifies these products. This trade dress comprises the crystals inlaid in the besom pocket above each of the back pockets, as discussed above for the composite mark, and these crystals are also repeated in both inner leg seams.
- 14. Plaintiff used its trade dress at least as early as April 2005. This use is before the acts of Defendant complained of herein.

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- 15. Defendant retails clothing through its website at http://www.cache.com/ and approximately two hundred sixty (260) stores nationwide.
- 16. Defendant markets a jean product called Besom Pocket Stretch Jean. This product was advertised for eighty-eight dollars (\$88) on Defendant's website, as shown at the web page attached as Exhibit B.
- 17. The foregoing jeans marketed by Defendant have a design stitched into both rear pockets. A photograph of these jeans is attached as Exhibit C showing this design. This design is virtually identical to Plaintiff's design shown in paragraph 8 above. In overall shape, contour and curve, the designs in the rear pocket stitching of Plaintiff and Defendant, as shown in Exhibits A and C, are strikingly similar.
- 18. These jeans marketed by Defendant also use a besom pocket design inlaid with crystals and these inlaid crystals are also repeated in the outer seams of both legs.
- 19. Defendant copied from Plaintiff the design stitched into the rear pockets of its Besom Pocket Stretch Jeans and the use of crystals inlaid into besom rear pockets and leg seams.
- 20. Plaintiff's counsel notified counsel for Defendant by letter dated May 22, 2007 that Defendant's jeans were an infringing product. A copy of this letter is attached at Exhibit D. Defendant did not respond to this letter. Further notification was provided by emails of June 1 and 4, 2007 by Plaintiff's counsel to Defendant's counsel, copy attached at Exhibit E. Defendant did not respond to these emails.
- 21. Defendant's conduct is causing irreparable harm to Plaintiff through likelihood of confusion, deception and/or mistake as to the source of origin, source, sponsorship or approval of Defendant's jeans, through the dilution of the distinctive

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quality of Plaintiff's trademarks and trade dress, and through the depreciation of Plaintiff's valuable goodwill and business reputation symbolized by its trademarks and trade dress.

- 22. Defendant's unlawful use of Plaintiff's trademarks and trade dress is a consumer-oriented deceptive practice that is materially misleading and injurious to consumers, to Plaintiff, and to the public interest.
- 23. Defendant's unlawful acts, unless restrained, are likely to continue diverting sales from Plaintiff and causing irreparable harm. Plaintiff has no adequate remedy at law because injury to reputation and goodwill cannot be quantified and such injury cannot be compensated by monetary awards.
- 24. Defendant's unlawful acts alleged herein have been willful, deliberate, intentional, malicious, and in bad faith.

FIRST CLAIM FOR RELIEF

- 25. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 26. As a complete and first ground for relief, Defendant's aforesaid acts constitute trademark infringement, of the signature mark and/or composite mark, in violation of 15 U.S.C. § 1125(a), thereby invoking and making available to Plaintiff the remedies under the Trademark Act.

SECOND CLAIM FOR RELIEF

27. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.

28. As a complete and second ground for relief, Defendant's aforesaid acts constitute trade dress infringement in violation of 15 U.S.C. § 1125(a), thereby invoking and making available to Plaintiff the remedies under the Trademark Act.

THIRD CLAIM FOR RELIEF

- 29. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 30. As a complete and third ground for relief, Defendant's aforesaid acts constitute trademark infringement, of the signature mark and/or composite mark, in violation of the New York Arts and Cultural Affairs Law Section 33.09, thereby invoking and making available to Plaintiff the remedies under that Act.

FOURTH CLAIM FOR RELIEF

- 31. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 32. As a complete and fourth ground for relief, Defendant's aforesaid acts constitute trade dress infringement in violation of the New York Arts and Cultural Affairs Law Section 33.09, thereby invoking and making available to Plaintiff the remedies under that Act.

FIFTH CLAIM FOR RELIEF

- 33. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 34. As a complete and fifth ground for relief, Defendant's aforesaid acts as trademark infringement, of the signature mark and/or composite mark, constitute a

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violation of Section 349 of the New York General Business Law, thereby invoking and making available to Plaintiff the remedies under that Act.

SIXTH CLAIM FOR RELIEF

- 35. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 36. As a complete and sixth ground for relief, Defendant's aforesaid acts as trade dress infringement constitute a violation of Section 349 of the New York General Business Law, thereby invoking and making available to Plaintiff the remedies under that Act.

SEVENTH CLAIM FOR RELIEF

- 37. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 38. As a complete and seventh ground for relief, Defendant's aforesaid acts as trademark infringement, of the signature mark and/or composite mark, constitute a violation of Section 360-l of the New York General Business Law, thereby invoking and making available to Plaintiff the remedies under that Act.

EIGHTH CLAIM FOR RELIEF

- 39. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 40. As a complete and eighth ground for relief, Defendant's aforesaid acts as trade dress infringement constitute a violation of Section 360-1 of the New York General Business Law, thereby invoking and making available to Plaintiff the remedies under that Act.

NINTH CLAIM FOR RELIEF

- 41. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 42. As a complete and ninth ground for relief, Defendant's aforesaid acts of trademark infringement, of the signature mark and/or composite mark, constitute a violation of New York common law, thereby invoking and making available to Plaintiff common law remedies for same.

TENTH CLAIM FOR RELIEF

- 43. Plaintiff realleges and incorporates herein the allegations contained in paragraphs 1 through 24 above.
- 44. As a complete and tenth ground for relief, Defendant's aforesaid acts of trade dress infringement constitute a violation of New York common law, thereby invoking and making available to Plaintiff common law remedies for same.

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PRAYER FOR RELIEF

WHEREFORE, Plaintiff prays for the following relief:

- i. Judgment declaring the following:
 - a. Plaintiff's trademarks and trade dress are valid and enforceable and are the exclusive property of Plaintiff; and
 - b. Defendant has infringed Plaintiff's trademarks and trade dress and competed unfairly with Plaintiff, and that such infringement and unfair competition has been willful, deliberate, intentional, malicious, and in bad faith.
- ii. That Defendant, and each of its officers, agents, servants, employees attorneys, successors and assigns, and all persons in active concert or participation with them, be enjoined preliminarily and permanently from:
 - a. Using in any manner Plaintiff's trademarks or trade dress, or any other mark or trade dress which so resembles that of Plaintiff as to be likely to cause confusion, deception or mistake on or in connection with the advertising, sale or offering for sale of any product not authorized by Plaintiff;
 - Using any false or misleading designation of origin which tends to pass off Defendant's products as those of Plaintiff; and
 - c. Any other conduct that otherwise infringes Plaintiff's trademarks or trade dress or competes unfairly with Plaintiff.
- iii. An order directing Defendant to deliver immediately to Plaintiff or its attorneys for destruction or other appropriate disposition any and all

products, labels, signs, prints, packages wrappers, advertising matter or other promotional material in its possession or control bearing Plaintiff's trademarks or trade dress, or any other mark or trade dress which so resembles that of Plaintiff as to be likely to cause confusion, mistake or deception.

- iv. That Defendant, within 30 days after service of judgment with notice of entry thereof, be required to file with the court and serve upon Plaintiff's attorneys a written report under oath setting forth in detail the manner in which Defendant has complied with paragraphs ii and iii above.
- An accounting of all profits received by Defendant from the sale of v. products in connection with its acts of infringement and unfair competition.
- An award of the actual damages sustained by Plaintiff, including a vi. reasonable royalty, on account of Defendant's infringement and unfair competition.
- vii. That this court order Defendant to pay treble damages and/or profits in view of its willful infringement and unfair competition.
- viii. That Defendant be required to pay punitive and/or enhanced damages in an amount the court may determine for its malicious, willful, intentional, deliberate, and bad-faith tortuous conduct.
- That Defendant pay all costs, disbursements and reasonable attorney's fees ix. incurred by Plaintiff in this matter.

- That Plaintiff be awarded interest, including prejudgment interest, for any Χ. monetary award of damages and/or profits.
- For such other and further relief as the Court deems just and proper. xi.

Dated: New York, New York July 19, 2007

MILLEN, WHITE, ZELANO & BRANIGAN, P.C.

Attorneys for Plaintiff Michael S. Culver, of counsel (seeking pro hac vice admission) culver@mwzb.com 2200 Clarendon Blvd., Ste. 1400 Arlington, VA 22201-3360 (703) 243-6333 tel. (703) 243-6410 fax

EDWARD F. WESTFIELD, P.C.

Attorneys for Plaintiff

By: <u>s/</u> Edward F. Westfield Jr. (EW1625) efwjr@efwpc.com 274 Madison Ave., Ste. 1601 New York, NY 10016-0701 (212) 532-6625 tel. (212) 532-6627 fax

NIXON PEABODY LLP TO: Attorneys for Defendant Attn: Tamar Duvdevani, Esq. (tduvdevani@nixonpeabody.com) 437 Madison Ave., Fl. 23 New York, NY 10022-7039 (212) 940-3000 tel. (212) 940-3111 fax

Exhibit A

Exhibit B

order status

find a store

home

my account

customer servic



shop

tops pottama

achets

gift caras

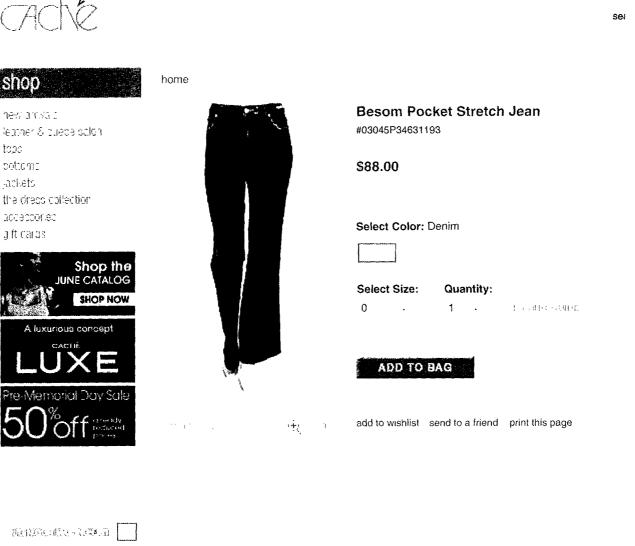
help

the dress collection acceptor.ep

contact us

new prova I

Caché: Besom Pocket Stretch Joan



investor relations

about us

careers at Caché

Exhibit C

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Exhibit D

Page 19 of 23

May 22, 2007

Delivered & By Email

Corrine R. Gorski, Esq. NIXON PEABODY LLP Suite 900 401 9th Street NW Washington, D.C. 20004-2145

> Re: Trademark/Trade Dress Infringement

Karam Prasad, LLC v. Cache, Inc.

Dear Ms. Gorski:

We are writing to you in your capacity as trademark counsel for Cache, Inc. We represent Karam Prasad, LLC ("KPL"), owner of the BISHOP OF SEVENTH and PRASAD brands for quality designer jeans and other apparel sold through high-end boutiques, such as Wynn Las Vegas, and department stores such as Nordstrom.

Since its inception, and as is common practice in the industry, our client has identified its jeans with a unique design stitched into the rear pockets. This pocket stitching is KPL's signature and is known to customers and in the trade as its distinguishing mark. KPL has also marketed jeans with a unique jewel design positioned above the rear pockets and in the inside seams.

Cache has blatantly and willfully copied, among other things, our client's pocket stitching and jewel designs in its product Besom Pocket Stretch Jean. Attached as Exhibit A is a page from the website at cache.com for reference. Further evidence of the copying is in the photographs attached as Exhibit B showing the respective products by KPL and Cache.

In view of the foregoing, we must demand that your client immediately cease all sales of the infringing product and provide an accounting of all sales. We must have your response by no later than Friday, May 25, 2007. Please note that nothing contained in or omitted from this letter shall be deemed an admission of any facts or a waiver of any rights or remedies which KPL may have, all of which are expressly reserved.

Respectfully,

Michael S. Culver

Enclosures

Exhibit E

Edward F. Westfield Jr.

From: Michael Culver [Culver@mwzb.com]
Sent: Monday, June 04, 2007 12:31 PM

To: cgorski@nixonpeabody.com; Scott Major

Subject: Karam Prasad v. Cache

Dear Ms. Gorski:

Please respond today by return email to my email below of June 1.

Michael Culver
-----Original Message----From: Michael Culver

Sent: Friday, June 01, 2007 11:34 AM **To:** 'cgorski@nixonpeabody.com'; Scott Major

Subject: Karam Prasad v. Cache

Dear Ms. Gorski:

I understand from your secretary that you are presently out of the office. As we discussed on May 29, Cache was to respond to my May 22 letter by May 30 or 31. Please confirm by return email whether that response was sent, and if so, please forward a copy by email. Otherwise, please state a date certain when Cache will respond. Any further delay will be viewed unfavorably given the details set forth in my May 22 letter.

Please respond by copying to my partner, Scott Major, as indicated above.

Michael Culver
MILLEN, WHITE, ZELANO & BRANIGAN, P.C.
Suite 1400
2200 Clarendon Boulevard
Arlington, Virginia 22201
Tel 703-243-6333
Fax 703-243-6410
Culver@mwzb.com

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UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

KARAM PRASAD LLC d/b/a/ BISHOP OF SEVENTH, a New York limited liability company,

Case No. **07** CV **5785** (PAC) (JCF)

Plaintiff,

- against -

CACHE, INC., a Florida corporation,

Defendant.

AFFIDAVIT OF SERVICE

STATE OF NEW YORK

COUNTY OF NEW YORK

SS.:

EDWARD F. WESTFIELD JR., being duly sworn deposes and says

- 1. I am not a party to this action, am 18 years of age or older, and reside in the Borough of Brooklyn, County of Kings, City and State of New York. I am associated with Edward F. Westfield, P.C., attorneys for the plaintiff (local counsel) in the above entitled action.
- 2. July 19, 2007, I served a true and correct copy of the annexed **Amended Complaint**, by depositing the papers, enclosed in a properly addressed wrapper into the custody of an overnight delivery service (FedEx) for overnight delivery, prior to the latest time designated by the overnight delivery service for overnight delivery, addressed to the following address, which is designated by the addressee for that purpose or, if none is designated, which is the last known address of the addressee:

NIXON PEABODY LLP
ATTN: TAMAR DUVDEVANI ESQ
437 MADISON AVE FL 23
NEW YORK NY 10022-7039
(212) 940-3000 TEL
FEDEX NO: 7996 7845 2706

<u>/s/</u>		
	Edward F. Westfield Jr.	

Sworn to before me this 19th day of July, 2007

/s/
(Notary Public)

EDWARD F. WESTFIELD Notary Public, State of New York NOO. 02WE5026190 Qualified In Bronx County Commission Expires April 11, 2010

EDWARD F. WESTFIELD, P.C.

Attorneys for Plaintiff 274 Madison Ave., Ste. 1601 New York, NY 10016-0701 (212) 532-6625 tel. (212) 532-6625 tel. www.efwpc.com